

**GOVERNMENT OF INDIA
TEXTILES
LOK SABHA**

UNSTARRED QUESTION NO:5353

ANSWERED ON:28.04.2000

PROBLEMS FACED BY TEXTILE SECTOR DUE TO IMPLEMENTATION OF T U F SCHEME

CHANDRA BHUSHAN SINGH;TUFANI SAROJ

Will the Minister of TEXTILES be pleased to state:

(a) whether the problems are being faced in the implementation of the Technology Upgradation Fund (TUF) Scheme meant for the textile sector;

(b) if so, the details thereof and the reasons therefor;

(c) whether the attitude of the financial institutions which are giving loan to the textile units under this scheme is not co-operative is also one of the main reasons; and

(d) if so, the steps proposed to be taken by the Government against these financial institutions?

Answer

MINISTER OF STATE FOR TEXTILES

(SHRI GINGEE N. RAMACHANDRAN)

(a)&(d): Government have launched the Technology Upgradation Fund Scheme (TUFS) which is in operation since 1.4.1999 for modernisation of textile/jute industry. IDBI, SIDBI & IFCI have been appointed as Nodal Agencies. They have also co-opted other financial organisations/banks to provide easy and wider to the industry. The implementation of the scheme is being reviewed and monitored by an Inter-Ministerial Steering Committee (IMSC) and Technical Advisory Committee (TAC) on a quarterly basis. Representatives of the Nodal Agencies are also member on the IMSC and TAC. On the basis of feedback received from various quarters, necessary modifications are made in the scheme to improve its performance further. As such, no major problems are being faced in the implementation of the TUFS and Nodal Agencies/co-opted agencies are extending due cooperation.